

**FY 2008**  
**President's Budget**  
**for Defense**

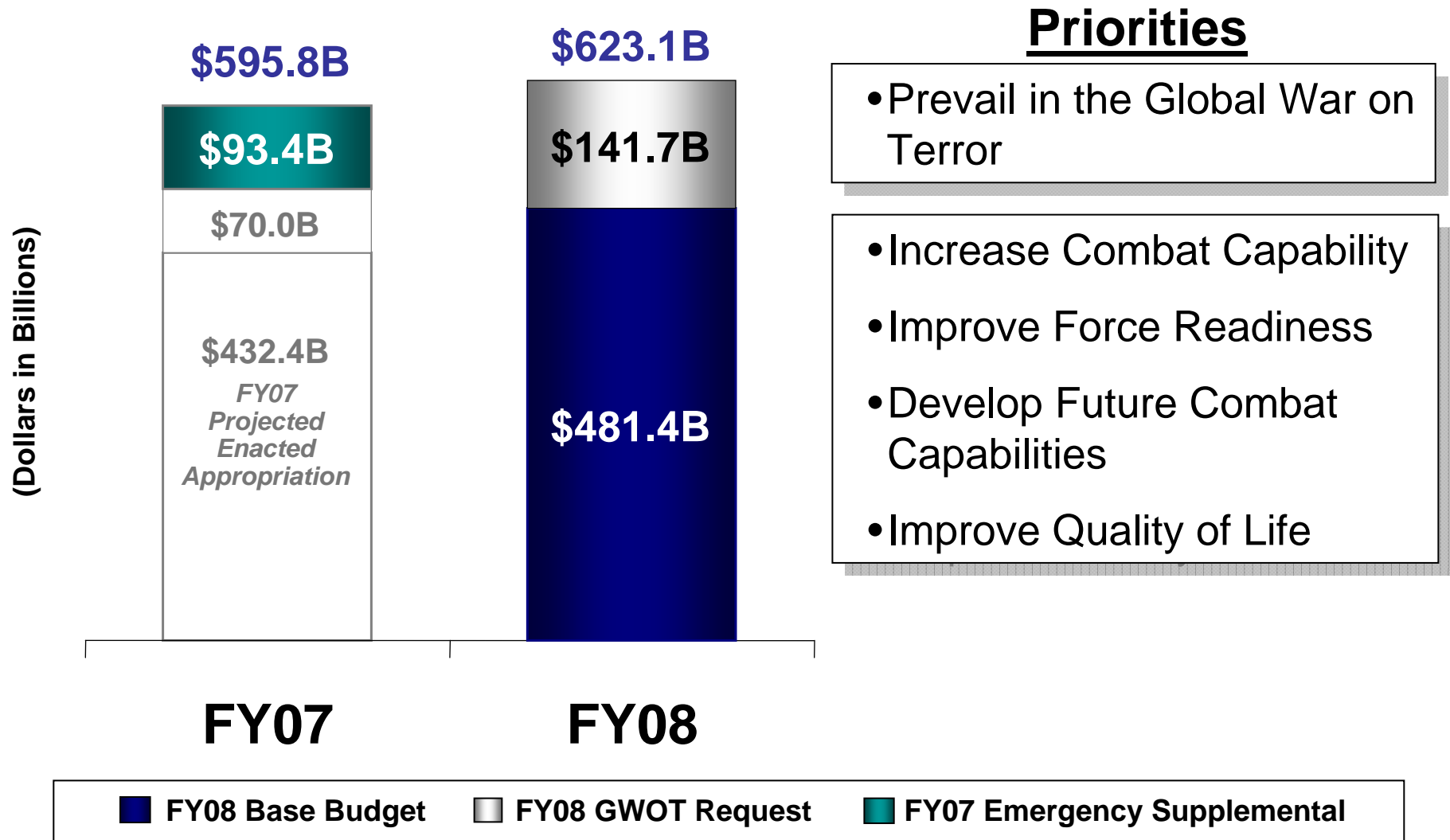
February 5, 2007

# Defending America



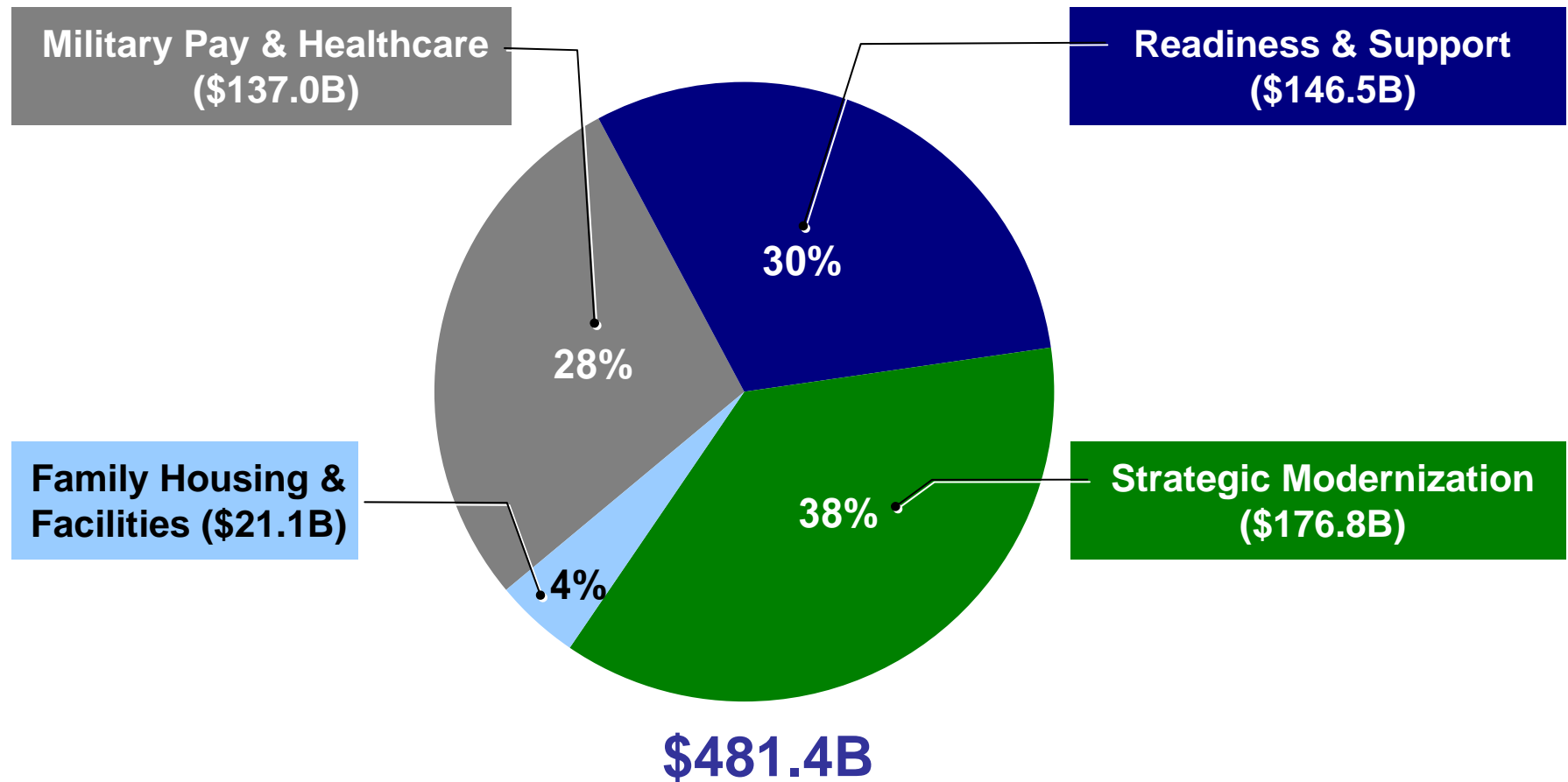
*The Budget Request provides the resources needed to succeed in our nation's ongoing conflicts while preparing our military to confront a range of conventional and irregular threats in the decades ahead*

# Defense Budget



Source: Defense Appropriation Act and Emergency Supplemental Appropriation FY 2007 and FY 2008 DoD Budget Request

# The FY 2008 President's Budget for Defense: \$481.4B



***Improves Force Readiness and Modernizes Warfighting Capabilities***

Source: Defense Appropriation Act and Emergency Supplemental Appropriation FY 2007 and FY 2008 DoD Budget Request; FY06 Base Structure Report

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# Military Pay Benefits and Healthcare and Facilities

## Military Pay & Healthcare (\$137.0B)

### Pay and Benefits (\$98.3B)

- 2.1 million active and reserve members
- \$15 billion for Basic Allowance for Housing
- \$4.3 billion of Basic Allowance for Subsistence
- \$2.4 billion for recruiting bonuses and retention

### Healthcare (\$38.7B)

- Sustains one of the best healthcare programs in the world
- Provides high quality care for 9.2 million beneficiaries

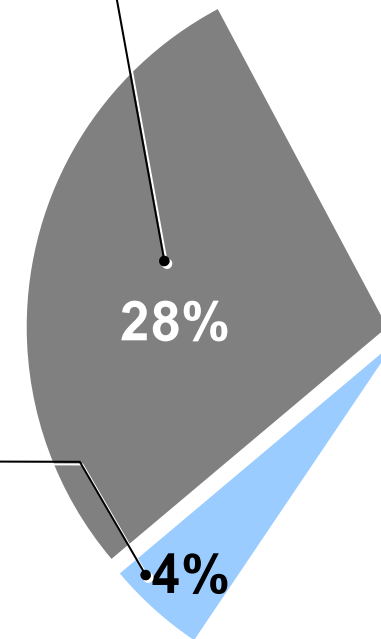
## Family Housing & Facilities (\$21.1B)

### Family Housing (\$2.9B)

### BRAC implementation (\$8.2B)

- Strategic realignment: 24 major realignments and 25 base closures

### Maintain Training Centers and Base Infrastructure (\$10.B)



*Attract and Retain High Quality Personnel*

# Readiness and Modernization

## Readiness & Support (\$146.5B)

### Readiness (\$65.9B)

- Training to be ready for the full range of contingencies

### Base Operations and Recruiting (\$59.9B)

- Daily operation of bases worldwide

### Maintain Equipment and Buildings (\$18.2B)

### Commissaries (\$2.5B)

30%

## Strategic Modernization (\$176.8B)

### Ships and Navy Aircraft (\$62.4B)

- Supports 30-year shipbuilding plan (8 ships)

### Aircraft and Satellites (\$50.9B)

### Ground Capabilities and Support Systems (\$37.9B)

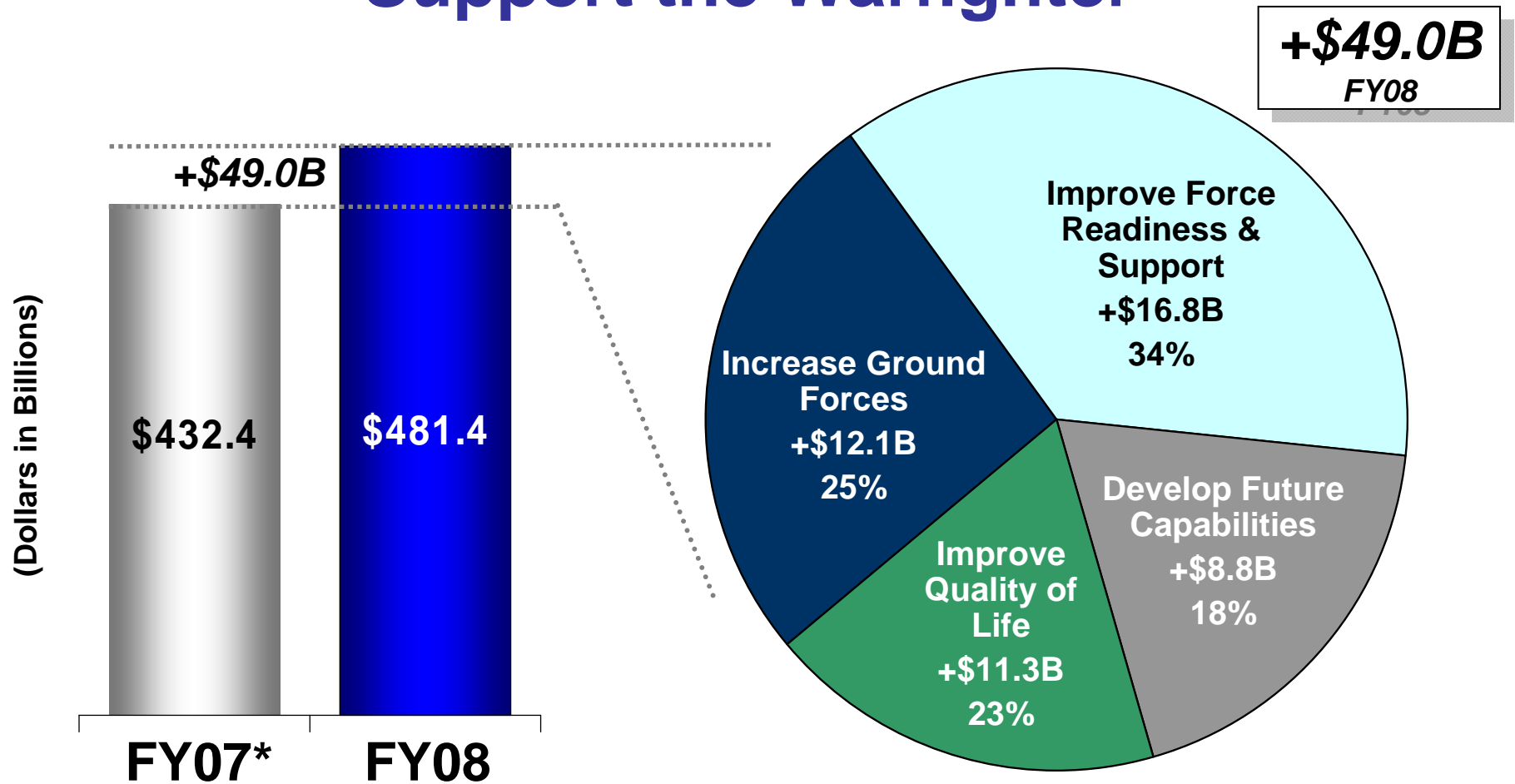
### Science & Technology and Chemical-Biological Defense Research (\$16.8B)

### Missile Defense Agency (\$8.8B)

38%

***Sustains Critical Readiness and Invests in Joint Capabilities to Meet Future Threats***

# Budget Provides Real Increases to Support the Warfighter



***Base Budget Increases by \$49.0B (+11.3%)  
Over Projected Enacted Level – Real Rate of Growth is 8.6%***

Note: \*Projected enacted total

Source: Defense Appropriation Act and Emergency Supplemental Appropriation FY 2007 and FY 2008 DoD Budget Request

# Increased Combat Capability with Predictability

**+\$12.1B**  
FY08

## Army Current Baseline

### 42 Brigade Combat Teams

- **482.4K Soldiers**
- 1 year Home Station for 1 year Deployed

*Adds 65K Soldiers  
+6 Brigade Combat Teams*

## FY 2012 Goal

### 48 Brigade Combat Teams

- **547.4K Soldiers**
- 2 years Home Station for 1 year Deployed

## Marines

### 2.5 Marine Expeditionary Forces

- **175K Marines**
- 7 months Home Station for 7 months Deployed

*Adds 27K Marines  
Fills out 3<sup>rd</sup> Marine Expeditionary Force*

### 3 Marine Expeditionary Forces

- **202K Marines**
- 14 months Home Station for 7 months Deployed

***Add of 92,000 Ground Forces Increases Combat Capability and Doubles Time at Home Station***

Note: Number of BCTs in current state represent funded modular conversions, not force availability.

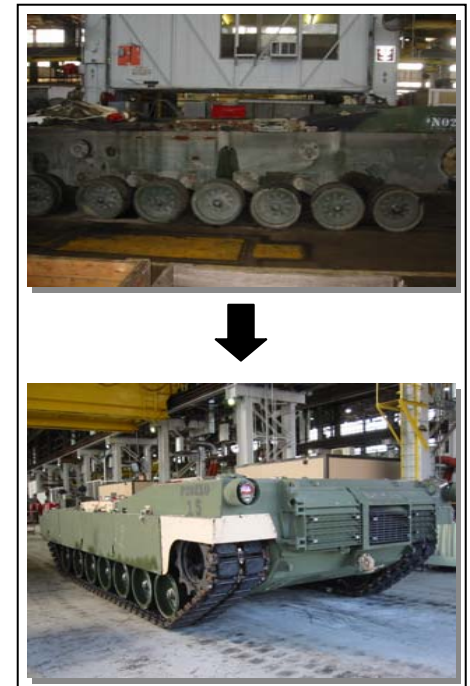
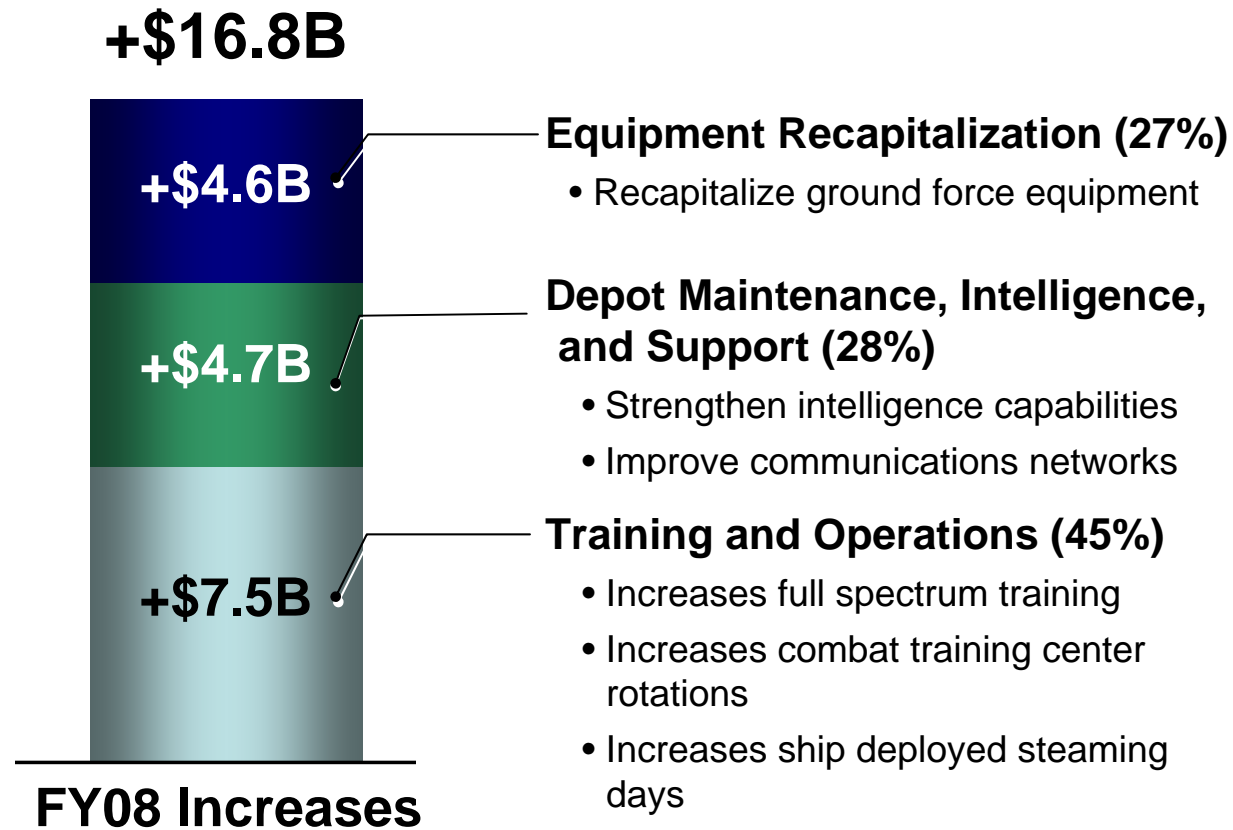
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# Improve Force Readiness & Support


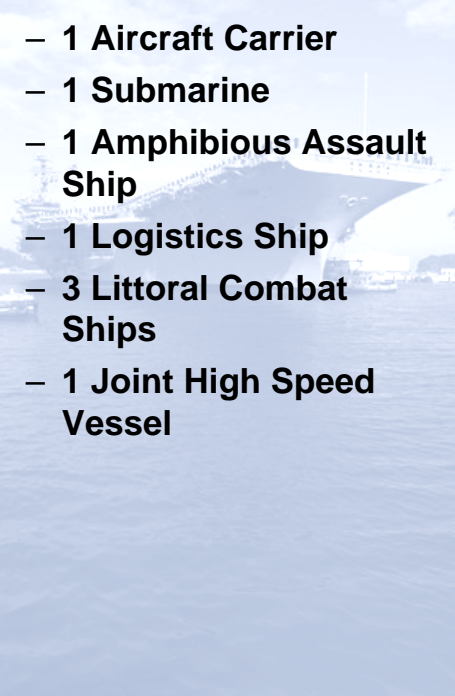
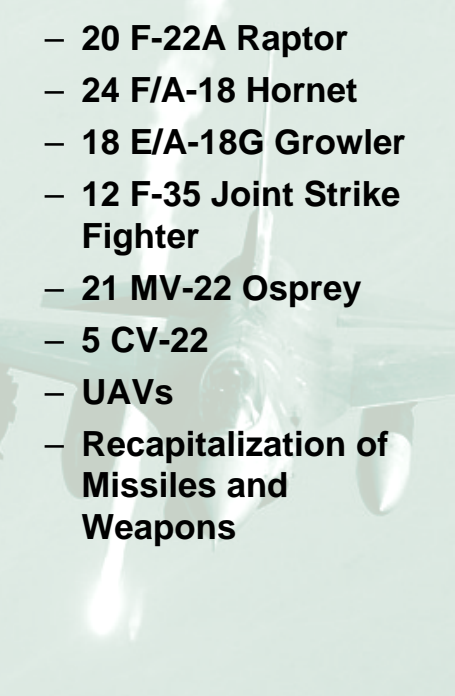
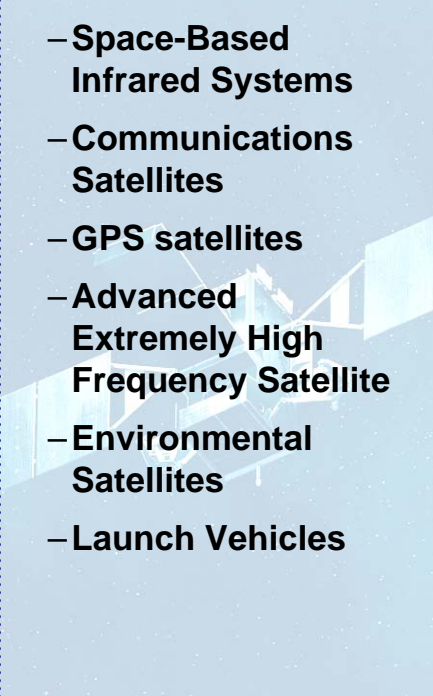
**+\$16.8B**  
FY08



***Ensures Warfighting Capability Ready When Nation Calls***

# Develop Future Capabilities

**+\$8.8B**  
FY08

Joint Ground Capabilities	Joint Maritime Capabilities	Joint Air Capabilities	Space-based Capabilities
 <ul style="list-style-type: none"> <li>– Future Combat System: <ul style="list-style-type: none"> <li>• Manned and unmanned vehicles</li> <li>• Non-line of sight launch system</li> <li>• Joint network</li> </ul> </li> </ul>	 <ul style="list-style-type: none"> <li>– 1 Aircraft Carrier</li> <li>– 1 Submarine</li> <li>– 1 Amphibious Assault Ship</li> <li>– 1 Logistics Ship</li> <li>– 3 Littoral Combat Ships</li> <li>– 1 Joint High Speed Vessel</li> </ul>	 <ul style="list-style-type: none"> <li>– 20 F-22A Raptor</li> <li>– 24 F/A-18 Hornet</li> <li>– 18 E/A-18G Growler</li> <li>– 12 F-35 Joint Strike Fighter</li> <li>– 21 MV-22 Osprey</li> <li>– 5 CV-22</li> <li>– UAVs</li> <li>– Recapitalization of Missiles and Weapons</li> </ul>	 <ul style="list-style-type: none"> <li>– Space-Based Infrared Systems</li> <li>– Communications Satellites</li> <li>– GPS satellites</li> <li>– Advanced Extremely High Frequency Satellite</li> <li>– Environmental Satellites</li> <li>– Launch Vehicles</li> </ul>

***FY08 Budget Strengthens Current and Future Capabilities***

# Improve Quality of Life

**+\$11.3B**  
FY08

## **Military Pay (+\$2.1B)**

- 3.0% increase in FY08
- Up on Average 32% since 2001

## **Housing and Subsistence (+\$1.6B)**

- Increases Basic Allowance for Housing 4.2%
- Continues No Out-of-Pocket Costs
- Continues to privatize family housing units (2,870 units)
  - Totaling 194K by the end of FY 2008

## **Base Operation Support (+\$1.9B)**

- Provide additional resources to address daily needs at camps, bases and stations worldwide

## **Strategic Realignment (+\$5.7B)**

- Implementation of BRAC 2005

## **Health Care**

- Sustains a Quality Healthcare System (\$38.7B)



- *An enlisted E-6 (Sergeant) will see their pay increase by \$1,099 on-average in FY 2008*
- *An O-3 (Air Force or Army Captain or Navy Lieutenant) will see their pay increase by \$1,657 on-average in FY 2008*

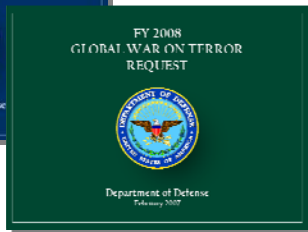
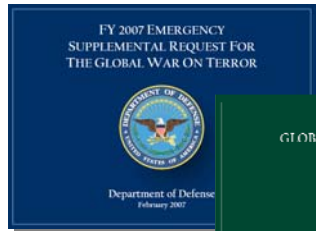
***DoD Continues to Improve Quality of Life for Service Members and Their Families***

Source: Military Homefront (<http://www.militaryhomefront.dod.mil/>)

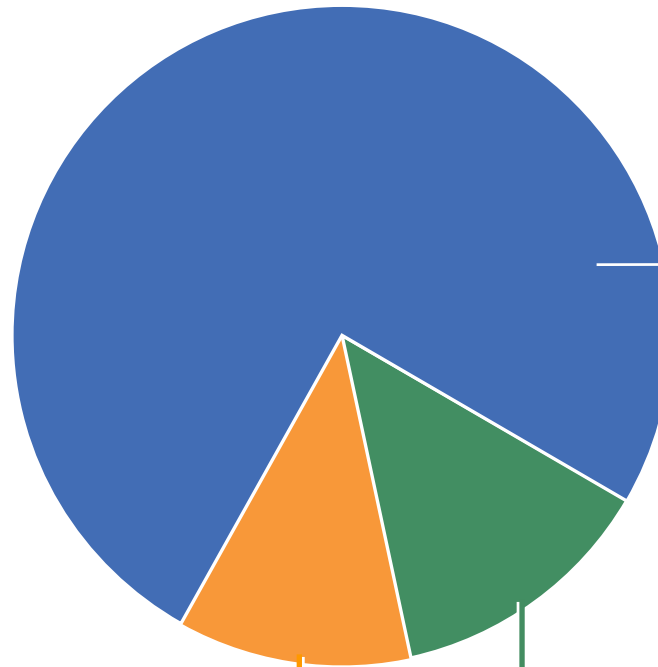
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# Prevail in the Global War on Terror



**Enhancing U.S. Forces**



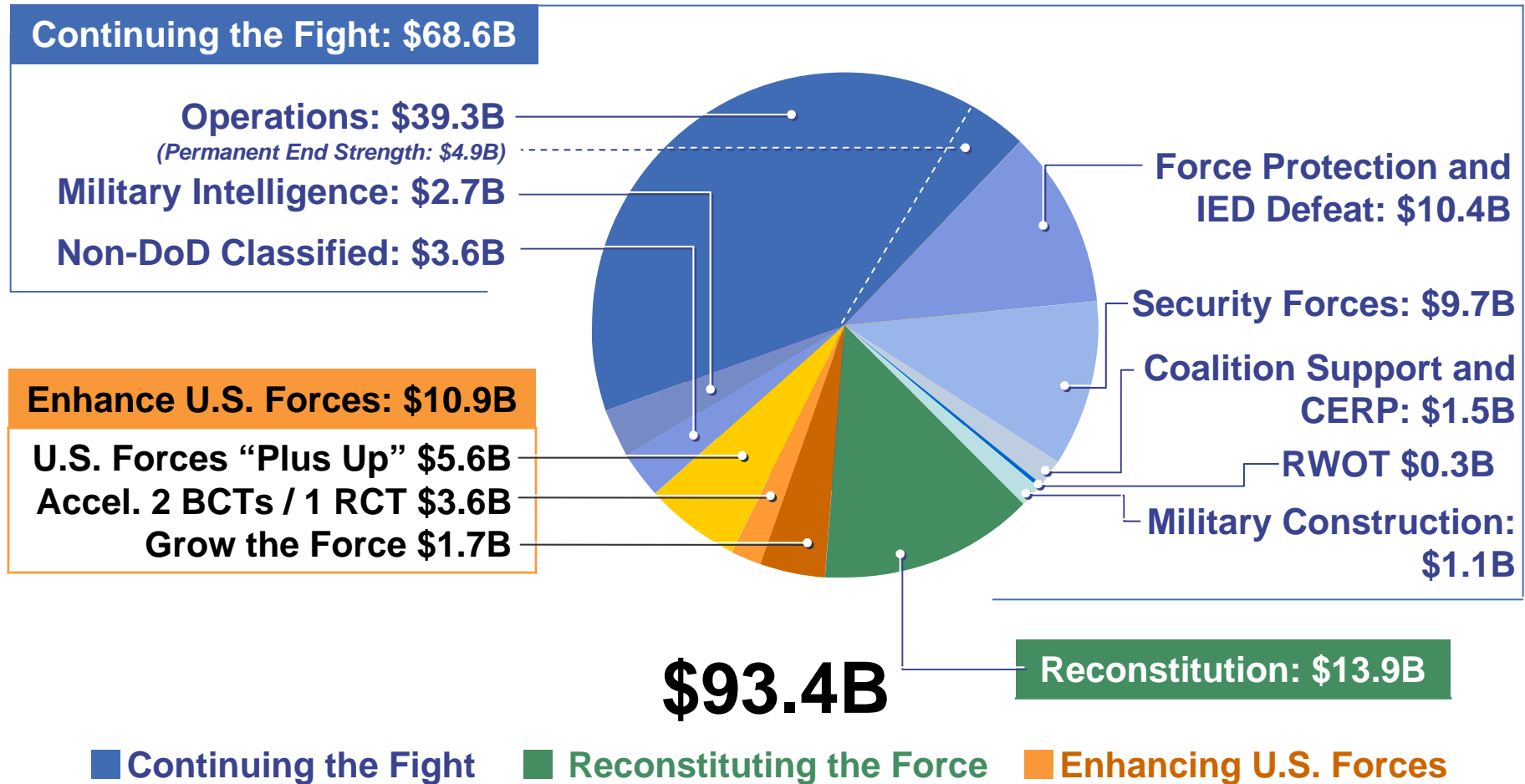
**Continuing the Fight**



**Reconstituting the Force**

***Provide Resources Necessary for Success in the Global War on Terror***

# FY 2007 Emergency Supplemental



***Request Provides Resources for Our Warfighters to Succeed***

Source: Defense Appropriation Act and Emergency Supplemental Appropriation FY 2007 and FY 2008 DoD Budget Request

# FY 2007 Emergency Supplemental

## Continuing the Fight: \$68.6B

- **Operations (\$39.3B)**

- Ensures service members engaged in the GWOT are appropriately compensated and have the funds, supplies, and logistical support they need to succeed
- Funds additional 36,000 Army end-strength and 9,000 Marine Corps end-strength (\$4.9B)

- **Force Protection and IED Defeat (\$10.4B)**

- Provides US Armed Forces with the best protection and the latest technology against all forms of hostile action including Improvised Explosive Devices

- **Military Intelligence (\$2.7B):**

- Supports warfighting units with timely, accurate, and comprehensive intelligence

- **Coalition Support and CERP (\$1.5B)**

- Supports coalition partners who are participating with U.S. military forces in the Global War on Terror
- Provides ground commanders with resources to assist local populations with urgently needed humanitarian relief and reconstruction

- **Military Construction (\$1.1B):** Supports operations and enhances force protection

- **Regional War on Terror (\$0.3B):** Funds Combatant Commanders Regional counterterrorism efforts

- **Non-DoD Classified (\$3.6B)**





# FY 2007 Emergency Supplemental

## Continuing the Fight: \$68.6B

### Security Forces (\$9.7B)

- **Support Iraq Security Forces (\$3.8B)**

- Assist the Iraqis in training and equipping additional Security Forces from the current level of 328K
- Bolster the Iraq Air Force through improved training assets and enhanced counter insurgency capabilities
- Strengthen the Iraq Navy by providing capabilities to patrol its sovereign waters

- **Support Afghan Security Forces (\$5.9B)**

- Accelerates building the Afghan National Army and the Afghan National Police by about two years
- Expands training and equipping of Afghan forces 40K from 112K to 152K by 4th Qtr FY 08



Source: MNC-I, C3 as of 30 Oct 2005 and MNC-I, C3 as of 27 Nov 2006; Combined Security Transition Command – Afghanistan, 12/16/2006

# FY 2007 Emergency Supplemental

## Reconstituting the Force: \$13.9B

### Reconstitution (\$13.9B)

- Replace combat losses with latest capability, for example:
  - 7 UH-60 Helicopters
  - 1 CV-22 Aircraft
  - 22 MQ-1 Predators
  - 2 Joint Strike Fighters
- Replacements to address wear and tear due to frequency of deployment, for example:
  - C-130
- Replacement of combat support equipment such as trucks, HMMWVs, radios, and construction equipment
- Replenishment of equipment for next deploying units
  - Weapons
  - Armored vehicles
- Repair and upgrade of equipment
  - Airframes, aircraft and vehicle engines, combat vehicles





# FY 2007 Emergency Supplemental

## Enhancing U.S. Forces: \$10.9B

### U.S. Forces “Plus Up” (\$5.6B )

- Strengthen Security in Iraq
  - Five additional Brigade Combat Teams (~21,500 troops)
  - Increased naval presence

### Accelerate 2 BCTs / 1 RCT (\$3.6B)

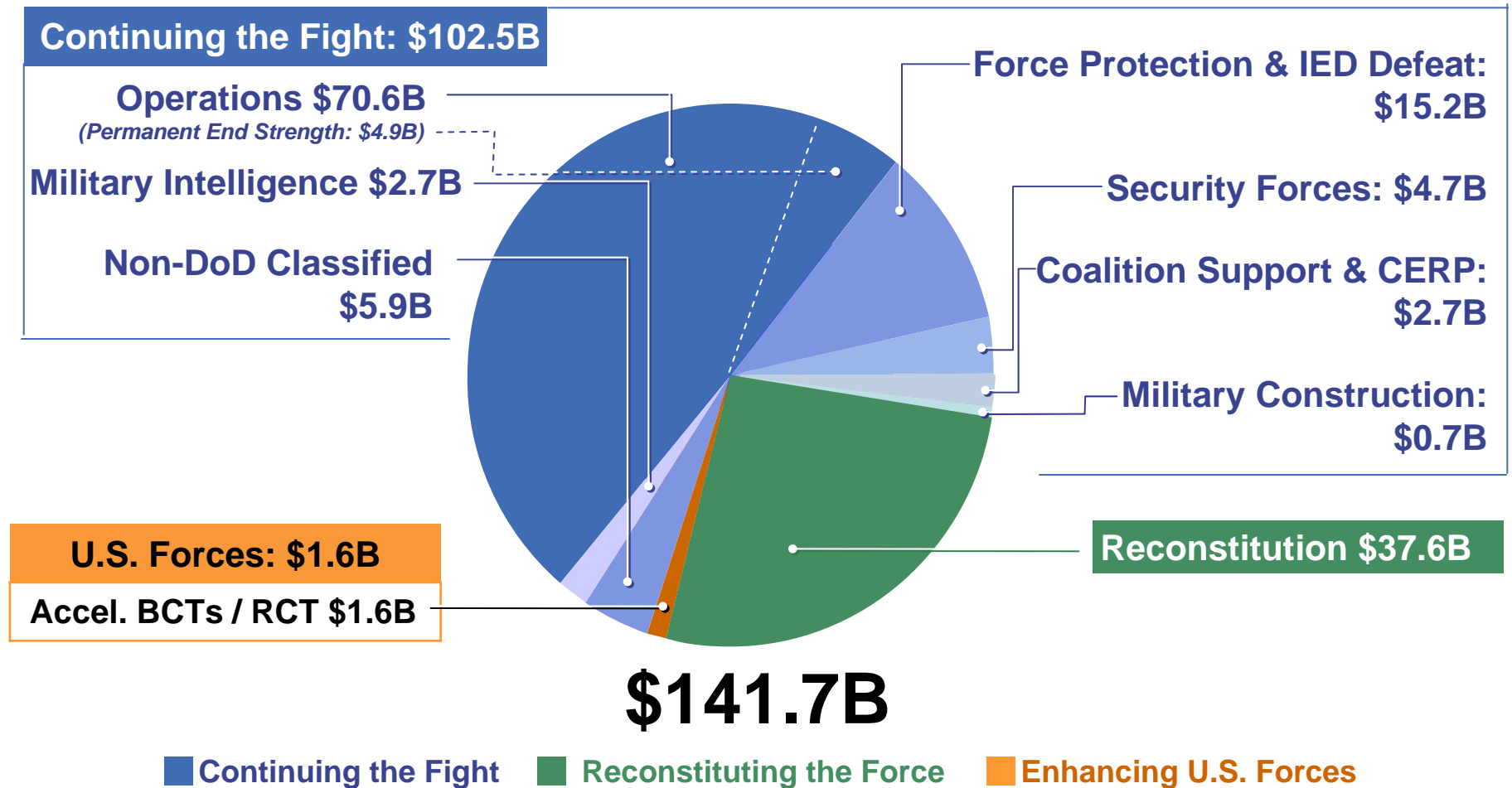
- Reduce stress on the current force and build additional combat capability
  - Accelerate 2 Army Brigade Combat Teams
  - Establish 1 additional Marine Corps Regimental Combat team

### Grow the Force (\$1.7B)

- First phase of permanent increase will begin in FY07
  - Construction of infrastructure to support the growing force
  - Equipment for the new forces



# FY 2008 GWOT Request



*Request Provides Resources for Our Warfighters to Succeed*

Source: Defense Appropriation Act and Emergency Supplemental Appropriation FY 2007 and FY 2008 DoD Budget Request

# For More Information

- For more information, visit the website for Office of the Undersecretary of Defense (Comptroller) at
  - <http://www.dod.mil/comptroller/defbudget/FY2008>
  - Download the Department's Justification Material for the FY07 Emergency Supplemental and FY08 Emergency Allowance:

